GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:2938
ANSWERED ON:22.08.2006
PROFIT EARNED BY NTC
Mohite Shri Subodh;Vallabbhaneni Shri Balashowry

Will the Minister of TEXTILES be pleased to state:

(a) The profit earned/loss incurred by each of the textile mills during the year 2005-06 and first quarter of the current year; State-wise;

(b) The steps taken to make loss incurring mills profitable;

(c) The terms of reference of the advisors shortlisted for the revival of textile mills; and

(d) The time by which the advisors are likely to report?

Answer

MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI E.V.K.S. ELANGOVAN)

(a) State-wise statement of profit earned/loss incurred for 40 operating NTC mills is at Annexure-I.

(b) As per the Modified Rehabilitation Scheme approved by the Board for Industrial and Financial Reconstruction (BIFR), NTC is in the process of modernizing 22 mills by itself by placing orders for purchase of new machineries. As per BIFR directions, it has been decided to modernize 29 mills through Joint Venture with private partners.

(c) The advisors are required to make suitable model for revival of 29 mills for entering partnership with private partners. The advisors would also be required to formulate all formats including advertisement for inviting Expression Of Interest

(EOI), and will evaluate the responses received.

(d) The advisors are likely to submit interim report within 3 months for further action, and the project is likely to be completed within a year time from the date of award of contract.